



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

September 28, 2005

Mr. Keith MacKay
State Stone Corporation
4640 South Commerce Drive
Murray, Utah 84107

Subject: Complete Notice of Intention to Commence Small Mining Operations (Notice) and Approval of Form and Amount of Reclamation Surety, State Stone Corporation, Torrey Buff and Torrey Red Sandstone Quarries, S/055/021, Wayne County, Utah

Dear Mr. MacKay:

The Division determined the Notice for the above referenced mine sites complete on April 21, 2005. After receipt of the Reclamation Contract and \$13,500 cash surety, the Division approved the reclamation surety on September 23, 2005. Copies of the fully signed and executed documents are enclosed for your files. We will forward a copy of the executed documents to the BLM for their records. The surety will be reviewed periodically to assure the bond remains adequate.

You may commence with your mining operations as outlined, but you must have approval from the Bureau of Land Management for operations on the Torrey Buff Mine.

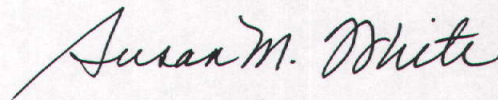
The Division of State History notified us that no historic properties should be affected by this operation. **Please be advised that if you encounter any cultural resources, such as archaeological resources, you should immediately cease operations and notify this office and State History of your find.**

The notice and surety are for a small mining operation only, **not to exceed 4.98 acres**. You are not authorized to disturb beyond this limit without first amending your notice, adjusting the bond amount and receiving written acceptance from this office. If you wish to expand to a large mine status, approval typically takes up to six to twelve months or longer. Please allow the appropriate lead time to complete the permitting.

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S/055/021
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If you have questions or concerns regarding this letter, please contact me at (801) 538-5258 or Paul Baker at 538-5261. Best wishes with your new mining venture.

Sincerely,

A handwritten signature in cursive script that reads "Susan M. White".

Susan M. White
Mine Program Coordinator
Minerals Regulatory Program

SMW:PBB:jb
Enclosure: Copy of Reclamation Contract & check
cc: Buzz Rakow, Hanksville BLM w/encl
Opie Abeyta, BLM State Office w/encl
O:\M055-Wayne\S0550021-StateStone\final\app-RC-09282005.doc